

**Operation: New View
Community Action Agency
Dubuque, Iowa**

**Financial Statements
September 30, 2006**

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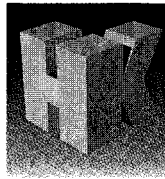
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Honkamp Krueger & Co., P.C.
*Certified Public Accountants
& Business Consultants*

Independent Auditor's Report

To the Board of Directors
Operation: New View Community Action Agency
Dubuque, Iowa

We have audited the accompanying financial statements, listed as exhibits in the table of contents of this report, of Operation: New View Community Action Agency, Dubuque, Iowa, as of and for the year ended September 30, 2006. These financial statements are the responsibility of the Agency's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Operation: New View Community Action Agency as of September 30, 2006, and the results of its operations, changes in net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our reports dated December 6, 2006, on our consideration of Operation: New View Community Action Agency's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of those reports is to describe the scope of our testing of internal controls over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control

over financial reporting or on compliance. Those reports are an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The supplemental information included in Schedules 1 through 24, including the Schedule of Expenditures of Federal Awards required by U.S. Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations is presented for purposes of additional analysis, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in our audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Hankamp Krueger & Co.

Dubuque, Iowa
December 6, 2006

Operation: New View Community Action Agency
Combined Statement of Financial Position
All Funds
September 30, 2006
Exhibit A

	Administrative and Local Funds	Program Funds	Plant Fund	Total (Memorandum Only)
ASSETS				
Current Assets				
Cash	\$ 142,026	\$ 395,260	\$ -	\$ 537,286
Certificates of Deposit	32,467	-	-	32,467
Due From Other Funds	277,776	20,872	-	298,648
Grants Receivable	-	320,106	-	320,106
Miscellaneous Receivable	929	204	-	1,133
Prepaid Expenses	8,543	980	-	9,523
Total Current Assets	<u>461,741</u>	<u>737,422</u>	<u>-</u>	<u>1,199,163</u>
Building and Equipment	-	-	534,677	534,677
Accumulated Depreciation	-	-	(184,594)	(184,594)
Net Equipment	-	-	350,083	350,083
Total Assets	<u>\$ 461,741</u>	<u>\$ 737,422</u>	<u>\$ 350,083</u>	<u>\$ 1,549,246</u>
LIABILITIES AND NET ASSETS				
Liabilities				
Due to Other Funds	\$ 124,801	\$ 173,847	\$ -	\$ 298,648
Deferred Revenue	-	21,336	-	21,336
Accounts Payable	12,972	179,803	-	192,775
Note Payable	218,322	-	-	218,322
Accrued Payroll and Related Expenses	58,378	40,527	-	98,905
Total Liabilities	<u>414,473</u>	<u>415,513</u>	<u>-</u>	<u>829,986</u>
Net Assets				
Temporarily Restricted	-	321,909	-	321,909
Unrestricted	47,268	-	350,083	397,351
Total Net Assets	<u>47,268</u>	<u>321,909</u>	<u>350,083</u>	<u>719,260</u>
Total Liabilities and Net Assets	<u>\$ 461,741</u>	<u>\$ 737,422</u>	<u>\$ 350,083</u>	<u>\$ 1,549,246</u>

See Notes to Financial Statements

Operation: New View Community Action Agency
Combined Statement of Activities
All Funds
Year Ended September 30, 2006
Exhibit B

	Administrative and Local Funds	Program Funds	Plant Fund	Total (Memorandum Only)
REVENUES				
Federal Funds	\$ -	\$ 5,463,588	\$ -	\$ 5,463,588
State Funds	-	100,210	-	100,210
County and City Funds	37,475	-	-	37,475
Other Revenue	57,139	563,350	-	620,489
Non-Cash Match	-	394,005	-	394,005
Total Revenue	<u>94,614</u>	<u>6,521,153</u>	<u>-</u>	<u>6,615,767</u>
EXPENDITURES				
Personnel Costs:				
Salaries	176,500	1,388,056	-	1,564,556
Fringe Benefits	25,187	268,348	-	293,535
Payroll Taxes	15,005	117,467	-	132,472
Total Personnel Costs	<u>216,692</u>	<u>1,773,871</u>	<u>-</u>	<u>1,990,563</u>
Non-Personnel Costs:				
Consultant and Contract Service	2,543	38,448	-	40,991
Travel	4,513	316,661	-	321,174
Space Costs and Rentals	12,859	192,136	-	204,995
Consumable Supplies	27,904	38,296	-	66,200
Property and Equipment Costs	773	1,746	-	2,519
Depreciation	-	-	32,591	32,591
Other Costs, Including Direct Assistance Payments	48,497	3,794,392	-	3,842,889
Total Non-Personnel Costs	<u>97,089</u>	<u>4,381,679</u>	<u>32,591</u>	<u>4,511,359</u>
Expenses Allocated	<u>(231,211)</u>	<u>231,211</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>82,570</u>	<u>6,386,761</u>	<u>32,591</u>	<u>6,501,922</u>
Excess of Revenues or (Expenditures)	12,044	134,392	(32,591)	113,845
Net Assets Transfers	-	(5,279)	5,279	-
Net Assets, Beginning	35,224	192,796	377,395	605,415
Net Assets, Ending	<u>\$ 47,268</u>	<u>\$ 321,909</u>	<u>\$ 350,083</u>	<u>\$ 719,260</u>

See Notes to Financial Statements

Operation: New View Community Action Agency
Combined Statement of Functional Expenses
Administrative and Local Funds and Program Funds
Year Ended September 30, 2006

Exhibit C

	Administrative and Local Funds	Program Funds	Total
Salaries	\$ 176,500	\$ 1,388,056	\$ 1,564,556
Fringe Benefits	25,187	268,348	293,535
Payroll Taxes	15,005	117,467	132,472
Consultant and Contractual Services	2,543	38,448	40,991
Travel	4,513	316,661	321,174
Space Cost and Rentals	12,859	192,136	204,995
Consumable Supplies	27,904	38,296	66,200
Property and Equipment Costs	773	1,746	2,519
Other Costs, including Direct Assistance Payments	<u>48,497</u>	<u>3,794,392</u>	<u>3,842,889</u>
Total Expenses before Allocation of Indirect Costs	313,781	6,155,550	6,469,331
Allocation of Indirect Costs	<u>(231,211)</u>	<u>231,211</u>	<u>-</u>
Total Expenses	<u>\$ 82,570</u>	<u>\$ 6,386,761</u>	<u>\$ 6,469,331</u>

See Notes to Financial Statements

Operation: New View Community Action Agency
Statement of Cash Flows
Year Ended September 30, 2006

Exhibit D

Reconciliation of Changes in Net Assets to Net Cash:

Cash Flows From Operating Activities:

Changes in Net Assets	\$ 113,845
Adjustments to Reconcile Change in Net Assets to	
Net Cash Provided by Operating Activities:	
Depreciation	32,591
(Increase) Decrease in Assets:	
Receivables	70,050
Prepaid Expense	(1,182)
Increase (Decrease) in Liabilities:	
Payables	(26,854)
Deferred Revenue	4,990
Accrued Payroll and Related Expenses	5,682
Net Cash Provided by Operating Activities	<u>199,122</u>

Cash Flows From Investing Activities:

Purchase of Property and Equipment	(5,279)
Purchase of Investments	(1,200)
Net Cash (Used) by Investing Activities	<u>(6,479)</u>

Cash Flows From Financing Activities:

Payments on Long-Term Debt	(2,397)
Net Cash (Used) by Financing Activities	<u>(2,397)</u>
Net Increase in Cash	190,246
Cash, Beginning	347,040
Cash, Ending	<u><u>\$ 537,286</u></u>

Supplemental Cash Flow Information:

Cash Paid for Interest	<u><u>\$ 10,428</u></u>
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Operation: New View Community Action Agency
Statement of Fiduciary Net Assets
September 30, 2006

Exhibit E

	UNIDA Fund 950
ASSETS	
Current Assets	
Cash	\$ 2,961
Total Assets	<u>\$ 2,961</u>
 LIABILITIES AND NET ASSETS	
Liabilities	
Due to UNIDA	\$ 2,961
Total Liabilities	<u>2,961</u>
 Net Assets	
Unrestricted	<u>-</u>
Total Net Assets	<u>-</u>
Total Liabilities and Net Assets	<u>\$ 2,961</u>

See Notes to Financial Statements

Operation: New View Community Action Agency

Notes to Financial Statements

NOTE 1. Summary of Significant Accounting Policies

Operation: New View Community Action Agency, a not-for-profit corporation, is a community action agency that serves the Iowa counties of Dubuque, Delaware, and Jackson counties. Operation: New View Community Action Agency is exempt from income tax under section 501(c)1 of the Internal Revenue Code and a similar section of the Iowa income tax law, which provides tax exemption for corporations organized and operated exclusively for religious, charitable, or educational purposes. Operation: New View Community Action Agency administers various programs funded by federal, state, and local governmental bodies. Each program is accounted for as a separate fund.

The Agency's financial statements are prepared in accordance with accounting principles generally accepted in the United States of America as prescribed by the Financial Accounting Standards Board for non-profit corporations.

Reporting Entity

For financial reporting purposes, Operation: New View Community Action Agency has included all funds, organizations, account groups, agencies, boards, commissions, and authorities. The Agency has also considered all potential component units for which it is financially accountable, and other organizations for which the nature and significance of their relationship with the Agency are such that exclusion would cause the Agency's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body, and (1) the ability of the Agency to impose its will on that organization or (2) the potential for the organization to provide specific benefits to, or impose specific financial burdens on the Agency. Operation: New View Community Action Agency has no component units which meet the Governmental Accounting Standards Board criteria.

Fund Accounting

The accounts of the Agency are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, liabilities, net assets, revenues, and expenses. The various funds are summarized as follows in the financial statements:

Operation: New View Community Action Agency

Notes to Financial Statements

NOTE 1. Summary of Significant Accounting Policies (Continued)

Administrative and Local Funds – The Administrative and Local Funds represent funds derived from local sources such as donations, rents, and miscellaneous activities. The Agency's overall management and administrative expenses are charged to these funds, and then, allowable indirect costs are allocated to the various programs which the Agency administers.

Program Funds – Program Funds are used to account for the revenues and expenses that are contractually restricted by the funding source for specific purposes.

Plant Fund – The Plant Fund is used to accumulate the net investment in fixed assets and to account for the unexpended resources contributed specifically for the purpose of acquiring fixed assets for the Agency.

Basis of Accounting

Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accompanying financial statements have been prepared on the accrual basis of accounting, in conformity with accounting principles generally accepted in the United States of America. Revenues are recognized when earned, and expenses are recorded when the liability is incurred.

Purchases of fixed assets providing future benefits are recorded as expenses in the program at the time of purchase and capitalized in the plant fund.

Basis of Presentation

Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Agency and changes therein are classified and reported as follows:

Unrestricted: Unrestricted net assets include all net assets which are neither temporarily or permanently restricted.

Temporarily Restricted: Temporarily restricted net assets include contributed net assets for which donor imposed time and purpose restrictions have not been met, and the ultimate purpose of the contribution is not permanently restricted.

Operation: New View Community Action Agency

Notes to Financial Statements

NOTE 1. Summary of Significant Accounting Policies (Continued)

Basis of Presentation (Continued)

Permanently Restricted: Permanently restricted net assets include contributions and other inflows of assets whose use by the Agency is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled or otherwise removed by actions of the Agency. The Agency has no permanently restricted net assets for the year ended September 30, 2006.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law.

Assets, Liabilities, and Net Assets

The following accounting policies are followed in preparing the combined statement of financial position:

Cash and Cash Equivalents – The Agency considers demand deposits and all other highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Receivables from Grantor Agencies – Reimbursement procedures used for grants and contracts may result in timing differences between program reimbursements and expenses as of the beginning and end of the year. Receivables from grantor agencies represent an excess of expenses over cash basis reimbursements at year-end.

Receivables/Payables from Other Funds – During the course of operations, numerous transactions occur between individual funds for goods provided, or services rendered. To the extent that certain transactions between funds had not been paid or received as of September 30, 2006, balances of interfund amounts receivable or payable have been recorded.

Inventory – Minor materials and supplies are charged to expense during the period of purchase. As a result, no inventory is recognized on the statement of financial position.

Property and Equipment – Property and equipment are valued at historical cost. Donated fixed assets are valued at their estimated fair value on the date of donation.

Operation: New View Community Action Agency

Notes to Financial Statements

NOTE 1. Summary of Significant Accounting Policies (Continued)

Property and Equipment (Continued) – Property and equipment purchased are recorded as expenses in the fund purchasing the asset. The purchases are then capitalized in the plant fund accumulating the net investment in fixed assets. Depreciation has been provided in the plant fund using the straight-line method over the estimated useful lives of the respective assets, generally 3 to 40 years. The depreciated cost of the property and equipment does not purport to be either a realizable value or a replacement value.

Expenses for maintenance, repairs, and minor replacements are charged to the current year, while the cost for major replacements and betterments are capitalized. The cost of assets disposed of is deleted. No interest costs were capitalized since there were no qualifying assets.

Deferred Revenue – Deferred revenue represents an excess of cash advances by the funding source over accrued expenses at year-end.

Compensated Absences – Employees of the Agency accumulate a limited amount of earned but unused vacation payable to employees. Amounts representing the cost of compensated absences are recorded as liabilities of the Administrative Fund. This liability has been computed based on rate of pay in effect at September 30, 2006.

Recognition of Grant Revenue and Donor Restricted Contributions

Support that is restricted by the grantor or donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Personnel

Agency administrative and financial personnel record the time they spend working on specific programs and general agency matters on their time sheets. The time specifically identifiable to a particular program is charged to that program. The time spent on general agency matters is charged to programs using a percentage based on the direct labor charges to programs.

Other Indirect Costs

Other indirect costs (telephone, copier costs, insurance, computer usage, etc.), are allocated to agency programs based on the amounts used by each program.

Operation: New View Community Action Agency

Notes to Financial Statements

NOTE 1. Summary of Significant Accounting Policies (Continued)

Space Costs

Space costs (maintenance costs, supplies, depreciation, etc.), are allocated based on the number of square feet of space each program occupies. Space occupied by administrative staff is allocated based upon the allocation of the administrative staff's time.

Advertising Expenses

The Organization expenses advertising costs as incurred.

Total Column

The total column on the combined statement of financial position and the statement of activities is presented to facilitate financial analysis. Data in these columns does not present financial position or results of operations in conformity with accounting principles generally accepted in the United States of America. Neither is such data comparable to a consolidation.

Use of Estimates

The preparation of financial statements on the basis of accounting, as described above, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenue and expense during the reporting period. Actual results could differ from those estimates.

In-Kind Contributions

The Agency recognizes donated labor, services, materials, and rent-free usage of facilities and equipment as in-kind revenues at the time the services and materials are received. These in-kind contributions and the corresponding expense are valued at their estimated fair market value and recognized in the financial statements in accordance with grant requirements.

Cost Allocation

The Agency utilizes cost allocation methods to distribute certain direct and indirect costs to its various programs. Costs which are common to more than one program have been identified and classified into cost pools. These cost pools have been allocated to the programs based on formulas developed by the Agency for each pool.

Operation: New View Community Action Agency

Notes to Financial Statements

NOTE 2. Uninsured Cash Balances

The Agency's deposits in banks at September 30, 2006, were entirely covered by federal depository insurance or by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This chapter provides for additional assessments against the depositories to insure there will be no loss of public funds.

NOTE 3. U.S.D.A. Reimbursements

Included in federal revenue under the Head Start Program are U.S.D.A. reimbursements totaling \$119,545.

NOTE 4. Head Start Program Match

The Head Start Program, funded by the Department of Health and Human Services, requires that the Head Start Program receive matching funds equal to 20% of total federal expenditures.

The grantee's matching funds which are recorded in revenues and expenditures for the fiscal year ended September 30, 2006, and for the program year ended October 31, 2005, are as follows:

	Fiscal Year Ended 09/30/06	Program Year Ended 10/31/05
Expenditure Accounts:		
Volunteers' Time	\$ 62,114	\$ 65,613
Space Costs	44,927	115
Travel	281,014	346,916
Other Resources	<u>5,950</u>	<u>6,966</u>
Total Non-Cash Match Received	394,005	419,610
Wrap Around Funding	<u>41,253</u>	<u>41,253</u>
Total Match Received	<u>\$ 435,258</u>	<u>\$ 460,863</u>
Match Required		<u>\$ 422,671</u>

Operation: New View Community Action Agency

Notes to Financial Statements

NOTE 5. Property and Equipment

A summary of property and equipment comprising the plant fund, categorized by acquiring program/source, is as follows at September 30, 2006:

<u>Acquiring Program/Source</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Total</u>
Head Start	\$ 350,707	\$ 56,105	\$ 406,812
Weatherization Assistance for Low-Income	-----	36,805	36,805
General Agency	-----	91,060	91,060
Total Cost	350,707	183,970	534,677
Less: Accumulated Depreciation	<u>48,223</u>	<u>136,371</u>	<u>184,594</u>
Net Equipment	<u>\$ 302,484</u>	<u>\$ 47,599</u>	<u>\$ 350,083</u>

The components of the Agency's accumulated depreciation as of September 30, 2006, is as follows:

	<u>Buildings</u>	<u>Equipment</u>	<u>Total</u>
Balance, Beginning of Year	\$ 39,455	\$ 112,548	\$ 152,003
Current Year Depreciation	<u>8,768</u>	<u>23,823</u>	<u>32,591</u>
Balance, End of Year	<u>\$ 48,223</u>	<u>\$ 136,371</u>	<u>\$ 184,594</u>

NOTE 6. Lease Agreement and Subsequent Event

The Agency leased its main office under a lease agreement which was due to expire June 30, 2007. The lease requires monthly rents of \$2,350 for three years, \$2,559 for the next three years, and \$2,772 for the final four years of the agreement. Subsequent to year end, the Agency renegotiated the lease, with an effective date of October 1, 2006. The lease requires monthly rents of \$3,134 through September 30, 2010. Minimum future rentals under this agreement for years ending September 30 are as follows:

2007	\$ 37,608
2008	37,608
2009	37,608
2010	<u>37,608</u>
	<u>\$ 150,432</u>

Operation: New View Community Action Agency

Notes to Financial Statements

NOTE 6. Lease Agreement and Subsequent Event (Continued)

Total lease expense relating to the above agreement was \$33,264 for the year ended September 30, 2006.

NOTE 7. Building Lease

The Agency leases a portion of the Dyersville Early Childhood Center building to the Kid Project. The term of the lease was 25 months from September 1, 2004 to May 31, 2006. Monthly rental payments due to the Agency are \$350. This lease was not formally extended and currently operates on a month-to-month basis.

NOTE 8. Pension and Retirement Benefits

The Agency contributes to the Iowa Public Employees' Retirement Systems (IPERS) which is a cost-sharing multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by state statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, Iowa, 50306-9117.

Plan members are required to contribute 3.70% of their annual salary and the Agency is required to contribute 5.75% of annual covered payroll. Contribution requirements are established by state statute. The Agency's contribution to IPERS for the year ended September 30, 2006 was \$77,584, which was equal to the required contribution.

Operation: New View Community Action Agency

Notes to Financial Statements

NOTE 9. Long-Term Debt

The Agency has the following long-term debt at September 30, 2006:

Note Payable, U.S. Department of Agriculture, due in interest-only payments of \$10,688 on October 19, 2003, and monthly payments of \$1,069 beginning November 19, 2003, including interest at 4.75%. This note is due October 19, 2041, and is secured by all assets of the Agency.	\$ 218,322
Less: Current Maturities	<u>2,512</u>
Total Long-Term Debt	<u>\$ 215,810</u>

Maturities of notes payable for years ending September 30 are as follows:

2007	\$ 2,512
2008	2,634
2009	2,762
2010	2,896
2011	3,036
Thereafter	<u>204,482</u>
	<u>\$ 218,322</u>

NOTE 10. Disclosure about Certain Concentrations

The Agency is subject to a certain degree of vulnerability due to concentrations of revenue received from a major funder. Operation: New View Community Action Agency received \$4,705,608 of funding from the Department of Health and Human Services for the year ended September 30, 2006.

Operation: New View Community Action Agency

Notes to Financial Statements

NOTE 11. Risk Management

Operation: New View Community Action Agency is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. The Agency assumes liability for any deductibles and claims in excess of coverage limitations. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

Supplementary Information

Operation: New View Community Action Agency
Combining Statement of Financial Position
Administrative and Local Funds
September 30, 2006

Schedule 1

	Local Accounts Funds 870, 876, 891, & 595	Allocated Services Central Service Fund 006	Allocated Services Self-Funding Reserve Fund 003	Allocated Services Administrative Funds 001, 002, 015, & 016	Total (Memorandum Only)
ASSETS					
Current Assets					
Cash	\$ 135,395	\$ -	\$ 6,631	\$ -	\$ 142,026
Certificates of Deposit	32,467	-	-	-	32,467
Due From Other Funds	277,776	-	-	-	277,776
Miscellaneous Receivable	-	-	-	929	929
Prepaid Expenses	-	8,543	-	-	8,543
Total Current Assets	<u>445,638</u>	<u>8,543</u>	<u>6,631</u>	<u>929</u>	<u>461,741</u>
Total Assets	<u>\$ 445,638</u>	<u>\$ 8,543</u>	<u>\$ 6,631</u>	<u>\$ 929</u>	<u>\$ 461,741</u>
LIABILITIES AND NET ASSETS					
Liabilities					
Due to Other Funds	\$ -	\$ 30,482	\$ -	\$ 94,319	\$ 124,801
Accounts Payable	3,501	221	-	9,250	12,972
Note Payable	218,322	-	-	-	218,322
Accrued Payroll and Related Expenses	-	-	-	58,378	58,378
Total Liabilities	<u>221,823</u>	<u>30,703</u>	<u>-</u>	<u>161,947</u>	<u>414,473</u>
Net Assets					
Unrestricted	<u>223,815</u>	<u>(22,160)</u>	<u>6,631</u>	<u>(161,018)</u>	<u>47,268</u>
Total Net Assets	<u>223,815</u>	<u>(22,160)</u>	<u>6,631</u>	<u>(161,018)</u>	<u>47,268</u>
Total Liabilities and Net Assets	<u>\$ 445,638</u>	<u>\$ 8,543</u>	<u>\$ 6,631</u>	<u>\$ 929</u>	<u>\$ 461,741</u>

Operation: New View Community Action Agency
Combining Statement of Activities
Administrative and Local Funds
Year Ended September 30, 2006

Schedule 2

	Unrestricted				
	Local Accounts 870, 876, 891, & 595	Central Service Fund 006	Self-Funding Reserve Fund 003	Administrative Funds 001, .002, 015, & 016	Total (Memorandum Only)
REVENUES					
Other Revenue	\$ 47,863	\$ 8,741	\$ 186	\$ 349	\$ 57,139
County and City Funds	37,475	-	-	-	37,475
Total Revenue	85,338	8,741	186	349	94,614
EXPENDITURES					
Personnel Costs:					
Salaries	-	-	-	176,500	176,500
Fringe Benefits	-	-	-	25,187	25,187
Payroll Taxes	-	-	-	15,005	15,005
Total Personnel Costs	-	-	-	216,692	216,692
Non-Personnel Costs:					
Consultant and Contract Service	2,500	-	-	43	2,543
Travel	-	-	-	4,513	4,513
Space Costs and Rental	-	-	-	12,859	12,859
Consumable Supplies	8,642	6,154	-	13,108	27,904
Property and Equipment Costs	-	-	-	773	773
Other Costs	14,597	-	-	33,900	48,497
Total Non-Personnel Costs	25,739	6,154	-	65,196	97,089
Expenses Allocated	-	-	-	(231,211)	(231,211)
Total Expenditures	25,739	6,154	-	50,677	82,570
Excess of Revenues or (Expenditures)	59,599	2,587	186	(50,328)	12,044
Beginning Net Assets, Unrestricted	164,216	(24,747)	6,445	(110,690)	35,224
Ending Net Assets, Unrestricted	\$ 223,815	\$ (22,160)	\$ 6,631	\$ (161,018)	\$ 47,268

Operation: New View Community Action Agency
Combining Statement of Financial Position
Program Funds
September 30, 2006
Schedule 3

ASSETS	Community Block Grants (Schedule 11)	Weatherization Assistance (Schedule 5)
Current Assets		
Cash	\$ 61,694	\$ 209,453
Due From Other Funds	-	20,872
Grants Receivable	-	22,144
Miscellaneous Receivable	-	45
Prepaid Expenses	-	-
Total Current Assets	<u>61,694</u>	<u>252,514</u>
Total Assets	<u><u>\$ 61,694</u></u>	<u><u>\$ 252,514</u></u>
 LIABILITIES AND NET ASSETS		
Liabilities		
Due to Other Funds	\$ -	\$ 20,872
Deferred Revenue	21,336	-
Accounts Payable	2,910	6,062
Accrued Payroll and Related Expenses	<u>37,448</u>	<u>-</u>
Total Liabilities	<u>61,694</u>	<u>26,934</u>
Net Assets		
Temporarily Restricted	<u>-</u>	<u>225,580</u>
Total Net Assets	<u>-</u>	<u>225,580</u>
Total Liabilities and Net Assets	<u><u>\$ 61,694</u></u>	<u><u>\$ 252,514</u></u>

Early Childhood Program (Schedule 7)	Low-Income Home Energy Assistance (Schedule 9)	Other Program Funds (Schedule 13)	Total (Memorandum Only)
\$ 18,261	\$ 92,384	\$ 13,468	\$ 395,260
-	-	-	20,872
295,220	2,742	-	320,106
159	-	-	204
980	-	-	980
<u>314,620</u>	<u>95,126</u>	<u>13,468</u>	<u>737,422</u>
<u>\$ 314,620</u>	<u>\$ 95,126</u>	<u>\$ 13,468</u>	<u>\$ 737,422</u>
\$ 152,446	\$ -	\$ 529	\$ 173,847
-	-	-	21,336
100,031	70,800	-	179,803
525	2,554	-	40,527
<u>253,002</u>	<u>73,354</u>	<u>529</u>	<u>415,513</u>
<u>61,618</u>	<u>21,772</u>	<u>12,939</u>	<u>321,909</u>
<u>61,618</u>	<u>21,772</u>	<u>12,939</u>	<u>321,909</u>
<u>\$ 314,620</u>	<u>\$ 95,126</u>	<u>\$ 13,468</u>	<u>\$ 737,422</u>

Operation: New View Community Action Agency
Combining Statement of Activities
Program Funds
Year Ended September 30, 2006
Schedule 4

	Community Block Grants (Schedule 12)	Weatherization Assistance (Schedule 6)
REVENUES		
Federal Funds	\$ 253,525	\$ 458,675
State Funds	-	-
Other Revenue	680	213,636
Non-Cash Match	-	-
Total Revenue	<u>254,205</u>	<u>672,311</u>
EXPENDITURES		
Personnel Costs:		
Salaries	138,684	70,967
Fringe Benefits	36,586	13,349
Payroll Taxes	12,345	6,244
Total Personnel Costs	<u>187,615</u>	<u>90,560</u>
Non-Personnel Costs:		
Consultant and Contract Service	-	-
Travel	9,289	4,876
Space Costs and Rentals	22,246	5,462
Consumable Supplies	3,585	948
Property and Equipment Costs	240	-
Other Costs, Including Direct Assistance Payments	2,125	431,561
Total Non-Personnel Costs	<u>37,485</u>	<u>442,847</u>
Expenses Allocated	<u>27,055</u>	<u>12,226</u>
Total Expenditures	<u>252,155</u>	<u>545,633</u>
Excess of Revenues or (Expenditures)	2,050	126,678
Net Assets Transfers	(2,050)	(3,229)
Temporarily Restricted Net Assets, Beginning	-	102,131
Temporarily Restricted Net Assets, Ending	<u>\$ -</u>	<u>\$ 225,580</u>

Early Childhood Program (Schedule 8)	Low-Income Home Energy Assistance (Schedule 10)	Other Program Funds (Schedule 14)	Total (Memorandum Only)
\$ 2,155,178	\$ 2,596,210	\$ -	\$ 5,463,588
100,210	-	-	100,210
7,053	165,724	176,257	563,350
394,005	-	-	394,005
<u>2,656,446</u>	<u>2,761,934</u>	<u>176,257</u>	<u>6,521,153</u>
1,078,607	99,798	-	1,388,056
207,234	11,179	-	268,348
90,092	8,786	-	117,467
<u>1,375,933</u>	<u>119,763</u>	<u>-</u>	<u>1,773,871</u>
38,448	-	-	38,448
300,639	1,857	-	316,661
154,576	9,852	-	192,136
19,978	9,056	4,729	38,296
998	508	-	1,746
<u>590,252</u>	<u>2,594,483</u>	<u>175,971</u>	<u>3,794,392</u>
1,104,891	2,615,756	180,700	4,381,679
175,762	16,168	-	231,211
<u>2,656,586</u>	<u>2,751,687</u>	<u>180,700</u>	<u>6,386,761</u>
(140)	10,247	(4,443)	134,392
-	-	-	(5,279)
61,758	11,525	17,382	192,796
<u>\$ 61,618</u>	<u>\$ 21,772</u>	<u>\$ 12,939</u>	<u>\$ 321,909</u>

Operation: New View Community Action Agency
Combining Schedule of Financial Position
Weatherization Assistance
September 30, 2006

Schedule 5

	DOE-06-10K Fund 220	Utility Company Funds 225, 258, & 259
ASSETS		
Current Assets		
Cash	\$ -	\$ 16,355
Due From Other Funds	-	-
Miscellaneous Receivable	-	-
Grants Receivable	8,265	1,272
	<u>8,265</u>	<u>17,627</u>
Total Current Assets	8,265	17,627
Total Assets	<u>\$ 8,265</u>	<u>\$ 17,627</u>
LIABILITIES AND NET ASSETS		
Liabilities		
Due to Other Funds	\$ 8,265	\$ -
Accounts Payable	-	-
	<u>8,265</u>	<u>-</u>
Total Liabilities	8,265	-
Net Assets		
Temporarily Restricted	-	17,627
	<u>-</u>	<u>17,627</u>
Total Net Assets	-	17,627
Total Liabilities and Net Assets	<u>\$ 8,265</u>	<u>\$ 17,627</u>

HEAP-06-10K Fund 270	Weatherization Allocation Fund 207	Total (Memorandum Only)
\$ -	\$ 193,098	\$ 209,453
-	20,872	20,872
-	45	45
<u>12,607</u>	<u>-</u>	<u>22,144</u>
<u>12,607</u>	<u>214,015</u>	<u>252,514</u>
<u>\$ 12,607</u>	<u>\$ 214,015</u>	<u>\$ 252,514</u>
\$ 12,607	\$ -	\$ 20,872
<u>-</u>	<u>6,062</u>	<u>6,062</u>
<u>12,607</u>	<u>6,062</u>	<u>26,934</u>
<u>-</u>	<u>207,953</u>	<u>225,580</u>
<u>-</u>	<u>207,953</u>	<u>225,580</u>
<u>\$ 12,607</u>	<u>\$ 214,015</u>	<u>\$ 252,514</u>

Operation: New View Community Action Agency
Combining Schedule of Activities
Weatherization Assistance
Year Ended September 30, 2006

Schedule 6

	DOE-05-10K Fund 210 4/1/2005 3/31/2006	Utility Company Funds 225, 258, & 259	AQU-05-10K Fund 252 1/1/2005 12/31/2005	HEAP-05-10K Fund 242 4/1/2005 3/31/2006
REVENUES				
Federal Funds	\$ 71,163	\$ -	\$ -	\$ 202,781
Other Revenue	-	85,911	8,907	-
Total Revenue	<u>71,163</u>	<u>85,911</u>	<u>8,907</u>	<u>202,781</u>
EXPENDITURES				
Personnel Costs:				
Salaries	-	-	-	-
Fringe Benefits	-	-	-	-
Payroll Taxes	-	-	-	-
Total Personnel Costs	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Non-Personnel Costs:				
Travel	-	-	-	-
Space Costs and Rentals	-	-	-	-
Consumable Supplies	-	-	-	-
Other Costs	71,163	84,171	8,907	200,342
Total Non-Personnel Costs	<u>71,163</u>	<u>84,171</u>	<u>8,907</u>	<u>200,342</u>
Expenses Allocated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>71,163</u>	<u>84,171</u>	<u>8,907</u>	<u>200,342</u>
Excess of Revenues or (Expenditures)	-	1,740	-	2,439
Transfer of Net Assets	-	-	-	(2,439)
Beginning Temporarily Restricted Net Assets	-	15,887	-	-
Ending Temporarily Restricted Net Assets	<u>\$ -</u>	<u>\$ 17,627</u>	<u>\$ -</u>	<u>\$ -</u>

Weatherization Allocation Fund 207	DOE-06-10K Fund 220 4/1/2006 3/31/2007	AQU-06-10K Fund 254 1/1/2006 12/31/2006	HEAP-06-10K Fund 270 4/1/2006 3/31/2007	Total (Memorandum Only)
\$ -	\$ 141,610	\$ -	\$ 43,121	\$ 458,675
600	-	118,218	-	213,636
600	141,610	118,218	43,121	672,311
70,967	-	-	-	70,967
13,349	-	-	-	13,349
6,244	-	-	-	6,244
90,560	-	-	-	90,560
4,876	-	-	-	4,876
5,462	-	-	-	5,462
948	-	-	-	948
(235,971)	141,610	118,218	43,121	431,561
(224,685)	141,610	118,218	43,121	442,847
12,226	-	-	-	12,226
(121,899)	141,610	118,218	43,121	545,633
122,499	-	-	-	126,678
(790)	-	-	-	(3,229)
86,244	-	-	-	102,131
\$ 207,953	\$ -	\$ -	\$ -	\$ 225,580

Operation: New View Community Action Agency
Combining Schedule of Financial Position
Early Childhood Program
September 30, 2006

Schedule 7

	Head Start PA 22/26 Funds <u>525 & 526</u>	Shared Beginnings Funds <u>564 & 566</u>	Head Start Wrap Around Funds 502, 506, & 508	Crisis Childcare Funds 593, 594, 597, & 598	In Kind Fund 530
ASSETS					
Current Assets					
Cash	\$ -	\$ 3,406	\$ -	\$ 3,491	\$ 4,363
Miscellaneous Receivable	159	-	-	-	-
Grants Receivable	105,189	-	73,686	-	-
Prepaid Expenses	-	-	-	-	-
Total Current Assets	<u>105,348</u>	<u>3,406</u>	<u>73,686</u>	<u>3,491</u>	<u>4,363</u>
Total Assets	<u>\$ 105,348</u>	<u>\$ 3,406</u>	<u>\$ 73,686</u>	<u>\$ 3,491</u>	<u>\$ 4,363</u>
LIABILITIES AND NET ASSETS					
Liabilities					
Due to Other Funds	\$ 31,689	\$ -	\$ 73,521	\$ -	\$ -
Accounts Payable	23,659	339	165	117	-
Accrued Payroll and Related Expenses	-	525	-	-	-
Total Liabilities	<u>55,348</u>	<u>864</u>	<u>73,686</u>	<u>117</u>	<u>-</u>
Net Assets					
Temporarily Restricted	<u>50,000</u>	<u>2,542</u>	<u>-</u>	<u>3,374</u>	<u>4,363</u>
Total Net Assets	<u>50,000</u>	<u>2,542</u>	<u>-</u>	<u>3,374</u>	<u>4,363</u>
Total Liabilities and Net Assets	<u>\$ 105,348</u>	<u>\$ 3,406</u>	<u>\$ 73,686</u>	<u>\$ 3,491</u>	<u>\$ 4,363</u>

Equipment Fund 550	Child and Adult Care Food Program 28-8011 Funds 542 & 544	Food Program 28-8010 Fund 516	Parents As Teachers Fund 555	Total (Memorandum Only)
\$ 807	\$ -	\$ 5,662	\$ 532	\$ 18,261
-	-	-	-	159
-	107,642	8,703	-	295,220
-	980	-	-	980
<u>807</u>	<u>108,622</u>	<u>14,365</u>	<u>532</u>	<u>314,620</u>
<u>\$ 807</u>	<u>\$ 108,622</u>	<u>\$ 14,365</u>	<u>\$ 532</u>	<u>\$ 314,620</u>
\$ -	\$ 47,236	\$ -	\$ -	\$ 152,446
-	61,386	14,365	-	100,031
-	-	-	-	525
<u>-</u>	<u>108,622</u>	<u>14,365</u>	<u>-</u>	<u>253,002</u>
807	-	-	532	61,618
<u>807</u>	<u>-</u>	<u>-</u>	<u>532</u>	<u>61,618</u>
<u>\$ 807</u>	<u>\$ 108,622</u>	<u>\$ 14,365</u>	<u>\$ 532</u>	<u>\$ 314,620</u>

Operation: New View Community Action Agency
Combining Schedule of Activities
Early Childhood Program
Year Ended September 30, 2006

Schedule 8

	Head Start PA 22/26 Fund For FY 2005 511 & 513	Head Start PA 22/26 Funds For FY 2006 525 & 526	Shared Beginnings Funds 564 and 566	Head Start Wrap Around Funds 502, 506, & 508
REVENUES				
Federal Funds	\$ 163,928	\$ 1,446,043	\$ -	\$ -
State Funds	-	-	55,583	34,827
Other Revenue	409	4,512	-	-
Non-Cash Match	-	-	-	-
Total Revenues	<u>164,337</u>	<u>1,450,555</u>	<u>55,583</u>	<u>34,827</u>
EXPENDITURES				
Personnel Costs:				
Salaries	87,415	818,202	32,632	25,060
Fringe Benefits	17,155	170,009	7,705	1,843
Payroll Taxes	<u>7,537</u>	<u>72,973</u>	<u>2,624</u>	<u>2,302</u>
Total Personnel Costs	<u>112,107</u>	<u>1,061,184</u>	<u>42,961</u>	<u>29,205</u>
Non-Personnel Costs:				
Consultant and				
Contract Services	450	37,923	-	-
Travel	1,760	14,772	255	7
Space Costs and Rentals	8,630	85,804	3,292	1,460
Consumable Supplies	2,379	14,756	(451)	142
Property and Equipment Costs	-	998	-	-
Other Costs	<u>25,458</u>	<u>91,834</u>	<u>1,987</u>	<u>99</u>
Total Non-Personnel Cost	<u>38,677</u>	<u>246,087</u>	<u>5,083</u>	<u>1,708</u>
Expenses Allocated	<u>13,553</u>	<u>143,284</u>	<u>5,749</u>	<u>3,914</u>
Total Expenditures	<u>164,337</u>	<u>1,450,555</u>	<u>53,793</u>	<u>34,827</u>
Excess of Revenues or (Expenditures)	-	-	1,790	-
Transfer of Net Assets	(50,000)	50,000	-	-
Beginning Temporarily Restricted Net Assets	<u>50,000</u>	<u>-</u>	<u>752</u>	<u>-</u>
Ending Temporarily Restricted Net Assets	<u>\$ -</u>	<u>\$ 50,000</u>	<u>\$ 2,542</u>	<u>\$ -</u>

Crisis Childcare Funds 593, 594, 597, & 598	In Kind Fund 530	Equipment Fund 550	Child and Adult Care Food Program 28-8011 Funds 542 & 544	Food Program 28-8010 Fund 516	Parents As Teachers Fund 555	Total (Memorandum Only)
\$ -	\$ -	\$ -	\$ 425,662	\$ 119,545	\$ -	\$ 2,155,178
9,800	-	-	-	-	-	100,210
-	1,245	-	887	-	-	7,053
-	394,005	-	-	-	-	394,005
<u>9,800</u>	<u>395,250</u>	<u>-</u>	<u>426,549</u>	<u>119,545</u>	<u>-</u>	<u>2,656,446</u>
4,832	62,114	-	48,352	-	-	1,078,607
301	-	-	10,221	-	-	207,234
410	-	-	4,246	-	-	90,092
<u>5,543</u>	<u>62,114</u>	<u>-</u>	<u>62,819</u>	<u>-</u>	<u>-</u>	<u>1,375,933</u>
-	-	-	75	-	-	38,448
73	281,014	-	2,758	-	-	300,639
49	44,927	-	10,414	-	-	154,576
54	-	-	3,098	-	-	19,978
-	-	-	-	-	-	998
<u>5,341</u>	<u>7,083</u>	<u>-</u>	<u>338,905</u>	<u>119,545</u>	<u>-</u>	<u>590,252</u>
5,517	333,024	-	355,250	119,545	-	1,104,891
782	-	-	8,480	-	-	175,762
<u>11,842</u>	<u>395,138</u>	<u>-</u>	<u>426,549</u>	<u>119,545</u>	<u>-</u>	<u>2,656,586</u>
(2,042)	112	-	-	-	-	(140)
-	-	-	-	-	-	-
<u>5,416</u>	<u>4,251</u>	<u>807</u>	<u>-</u>	<u>-</u>	<u>532</u>	<u>61,758</u>
<u>\$ 3,374</u>	<u>\$ 4,363</u>	<u>\$ 807</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 532</u>	<u>\$ 61,618</u>

Operation: New View Community Action Agency
Combining Schedule of Financial Position
Low-Income Home Energy Assistance
September 30, 2006

Schedule 9

	Fuel Assistance Refund Fund 408	Project I-Care Fund 413	LIHEAP-06-10K Fund 410
ASSETS			
Current Assets			
Cash	\$ 45,955	\$ 9,115	\$ 23,176
Grant Receivable	-	-	2,742
Total Current Assets	<u>45,955</u>	<u>9,115</u>	<u>25,918</u>
Total Assets	<u><u>\$ 45,955</u></u>	<u><u>\$ 9,115</u></u>	<u><u>\$ 25,918</u></u>
 LIABILITIES AND NET ASSETS			
Liabilities			
Accounts Payable	\$ 45,955	\$ 643	\$ 23,364
Accrued Payroll and Related Expenses	-	-	2,554
Total Liabilities	<u>45,955</u>	<u>643</u>	<u>25,918</u>
 Net Assets			
Temporarily Restricted	-	8,472	-
Total Net Assets	<u>-</u>	<u>8,472</u>	<u>-</u>
Total Liabilities and Net Assets	<u><u>\$ 45,955</u></u>	<u><u>\$ 9,115</u></u>	<u><u>\$ 25,918</u></u>

Delaware County Recare Fund 415	Project Helper Fund 417	Total (Memorandum Only)
\$ 988	\$ 13,150	\$ 92,384
-	-	2,742
988	13,150	95,126
<u>\$ 988</u>	<u>\$ 13,150</u>	<u>\$ 95,126</u>
\$ -	\$ 838	\$ 70,800
-	-	2,554
-	838	73,354
988	12,312	21,772
988	12,312	21,772
<u>\$ 988</u>	<u>\$ 13,150</u>	<u>\$ 95,126</u>

Operation: New View Community Action Agency
Combining Schedule of Activities
Low-Income Home Energy Assistance
Year Ended September 30, 2006

Schedule 10

	Project I-Care <u>Fund 413</u>	LIHEAP-06-10K 10/1/05 - 09/30/06 <u>Fund 410</u>	Delaware County Recare <u>Fund 415</u>
REVENUES			
Federal Funds	\$ -	\$ 2,596,210	\$ -
Other Revenue	378	-	-
Total Revenue	<u>378</u>	<u>2,596,210</u>	<u>-</u>
EXPENDITURES			
Personnel Costs:			
Salaries	-	99,798	-
Fringe Benefits	-	11,179	-
Payroll Taxes	-	8,786	-
Total Personnel Costs	<u>-</u>	<u>119,763</u>	<u>-</u>
Non-Personnel Costs:			
Travel	-	1,857	-
Space Costs and Rentals	-	9,852	-
Consumable Supplies	-	9,056	-
Property and Equipment Costs	-	508	-
Other Costs	758	2,439,006	510
Total Non-Personnel Costs	<u>758</u>	<u>2,460,279</u>	<u>510</u>
Expenses Allocated	<u>-</u>	<u>16,168</u>	<u>-</u>
Total Expenditures	<u>758</u>	<u>2,596,210</u>	<u>510</u>
Excess of Revenues or (Expenditures)	(380)	-	(510)
Beginning Net Assets	8,852	-	1,498
Ending Net Assets	<u>\$ 8,472</u>	<u>\$ -</u>	<u>\$ 988</u>

<u>Hometown Care Fund 429</u>	<u>Project Helper Fund 417</u>	<u>Total (Memorandum Only)</u>
\$ -	\$ -	\$ 2,596,210
147,405	17,941	165,724
<u>147,405</u>	<u>17,941</u>	<u>2,761,934</u>
-	-	99,798
-	-	11,179
-	-	8,786
<u>-</u>	<u>-</u>	<u>119,763</u>
-	-	1,857
-	-	9,852
-	-	9,056
-	-	508
147,405	6,804	2,594,483
147,405	6,804	2,615,756
-	-	16,168
<u>147,405</u>	<u>6,804</u>	<u>2,751,687</u>
-	11,137	10,247
-	1,175	11,525
\$ <u>-</u>	\$ <u>12,312</u>	\$ <u>21,772</u>

Operation: New View Community Action Agency
Combining Schedule of Financial Position
Community Block Grant Funds
September 30, 2006

Schedule 11

	Community Services Block Grants (Funds 022 & and 023)	Total (Memorandum Only)
<i>ASSETS</i>		
Current Assets		
Cash	\$ 61,694	\$ 61,694
Total Current Assets	<u>61,694</u>	<u>61,694</u>
Total Assets	<u><u>\$ 61,694</u></u>	<u><u>\$ 61,694</u></u>
 <i>LIABILITIES AND NET ASSETS</i>		
Liabilities		
Accounts Payable	\$ 2,910	\$ 2,910
Deferred Revenue	21,336	21,336
Accrued Payroll and Related Expenses	<u>37,448</u>	<u>37,448</u>
Total Liabilities	<u>61,694</u>	<u>61,694</u>
 Net Assets		
Temporarily Restricted	<u>-</u>	<u>-</u>
Total Net Assets	<u>-</u>	<u>-</u>
Total Liabilities and Net Assets	<u><u>\$ 61,694</u></u>	<u><u>\$ 61,694</u></u>

Operation: New View Community Action Agency
Combining Schedule of Activities
Community Block Grant Funds
Year Ended September 30, 2006

Schedule 12

	Community Services Block Grants (Funds 022 & and 023)	Total (Memorandum Only)
REVENUES		
Federal Funds	\$ 253,525	\$ 253,525
Other Revenue	680	680
Total Revenue	<u>254,205</u>	<u>254,205</u>
EXPENDITURES		
Personnel Costs:		
Salaries	138,684	138,684
Fringe Benefits	36,586	36,586
Payroll Taxes	12,345	12,345
Total Personnel Costs	<u>187,615</u>	<u>187,615</u>
Non-Personnel Costs:		
Travel	9,289	9,289
Space Costs and Rentals	22,246	22,246
Consumable Supplies	3,585	3,585
Property and Equipment Costs	240	240
Other Costs	2,125	2,125
Total Non-Personnel Costs	<u>37,485</u>	<u>37,485</u>
Expenses Allocated	<u>27,055</u>	<u>27,055</u>
Total Expenditures	<u>252,155</u>	<u>252,155</u>
Excess of Revenues or (Expenditures)	2,050	2,050
Transfer of Net Assets	(2,050)	(2,050)
Beginning Temporarily Restricted Net Assets	<u>-</u>	<u>-</u>
Ending Temporarily Restricted Net Assets	<u>\$ -</u>	<u>\$ -</u>

Operation: New View Community Action Agency
Combining Schedule of Financial Position
Other Program Funds
September 30, 2006
Schedule 13

	Project Holiday Fund 026	Emergency Food and Shelter Funds 051, 052, & 053	City of Dubuque Key Card Program Fund 317	Hauptert Foundation Fund 035
ASSETS				
Current Assets				
Cash	\$ 4,075	\$ 2,336	\$ 55	\$ 1,044
Total Current Assets	4,075	2,336	55	1,044
Total Assets	<u>\$ 4,075</u>	<u>\$ 2,336</u>	<u>\$ 55</u>	<u>\$ 1,044</u>
LIABILITIES AND NET ASSETS				
Liabilities				
Due To Other Funds	\$ -	\$ -	\$ -	\$ -
Total Liabilities	-	-	-	-
Net Assets				
Temporarily Restricted	4,075	2,336	55	1,044
Total Net Assets	4,075	2,336	55	1,044
Total Liabilities and Net Assets	<u>\$ 4,075</u>	<u>\$ 2,336</u>	<u>\$ 55</u>	<u>\$ 1,044</u>

<u>Tax Credit Fund 036</u>	<u>Keep Our Neighbors Warm Fund 046</u>	<u>Special Nutrition Program Fund 029</u>	<u>BB &C Green Fund 045</u>	<u>Dubuque Racing Assoc. Fund 093</u>	<u>Total (Memorandum Only)</u>
\$ <u>2,875</u>	\$ <u>-</u>	\$ <u>3,000</u>	\$ <u>-</u>	\$ <u>83</u>	\$ <u>13,468</u>
<u>2,875</u>	<u>-</u>	<u>3,000</u>	<u>-</u>	<u>83</u>	<u>13,468</u>
\$ <u><u>2,875</u></u>	\$ <u><u>-</u></u>	\$ <u><u>3,000</u></u>	\$ <u><u>-</u></u>	\$ <u><u>83</u></u>	\$ <u><u>13,468</u></u>
\$ <u>-</u>	\$ <u>527</u>	\$ <u>-</u>	\$ <u>2</u>	\$ <u>-</u>	\$ <u>529</u>
<u>-</u>	<u>527</u>	<u>-</u>	<u>2</u>	<u>-</u>	<u>529</u>
<u>2,875</u>	<u>(527)</u>	<u>3,000</u>	<u>(2)</u>	<u>83</u>	<u>12,939</u>
<u>2,875</u>	<u>(527)</u>	<u>3,000</u>	<u>(2)</u>	<u>83</u>	<u>12,939</u>
\$ <u><u>2,875</u></u>	\$ <u><u>-</u></u>	\$ <u><u>3,000</u></u>	\$ <u><u>-</u></u>	\$ <u><u>83</u></u>	\$ <u><u>13,468</u></u>

Operation: New View Community Action Agency
Combining Schedule of Activities
Other Program Funds
Year Ended September 30, 2006

Schedule 14

	Project Holiday Fund 026	Emergency Food & Shelter Agency Funds 051, 052, & 053	City of Dubuque Key Card Program Fund 317	Hauptert Foundation Fund 035
REVENUES				
Other Revenue	\$ 34,497	\$ 8,903	\$ -	\$ -
Total Revenue	<u>34,497</u>	<u>8,903</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Personnel Costs:				
Salaries	-	-	-	-
Fringe Benefits	-	-	-	-
Payroll Taxes	-	-	-	-
Total Personnel Costs	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Non-Personnel Costs:				
Travel	-	-	-	-
Space Costs and Rental	-	-	-	-
Consumable Supplies	-	-	-	-
Other Costs	43,396	7,666	-	956
Total Non-Personnel Costs	<u>43,396</u>	<u>7,666</u>	<u>-</u>	<u>956</u>
Expenses Allocated				
Total Expenditures	<u>43,396</u>	<u>7,666</u>	<u>-</u>	<u>956</u>
Excess of Revenues or (Expenditures)	(8,899)	1,237	-	(956)
Transfer of Net Assets	-	-	-	-
Beginning Net Assets	12,974	1,099	55	2,000
Ending Net Assets	<u>\$ 4,075</u>	<u>\$ 2,336</u>	<u>\$ 55</u>	<u>\$ 1,044</u>

<u>Tax Credit Fund 036</u>	<u>BB & C Green Fund 045</u>	<u>Dubuque Racing Assoc. Fund 093</u>	<u>Keep Our Neighbors Warm Fund 046</u>	<u>Special Nutrition Program Fund 029</u>	<u>Embrace Iowa Fund 028</u>	<u>Total (Memorandum Only)</u>
\$ 5,042	\$ 10,000	\$ 5,152	\$ 98,996	\$ 3,000	\$ 10,667	\$ 176,257
<u>5,042</u>	<u>10,000</u>	<u>5,152</u>	<u>98,996</u>	<u>3,000</u>	<u>10,667</u>	<u>176,257</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
85	-	4,644	-	-	-	4,729
<u>3,554</u>	<u>10,209</u>	<u>-</u>	<u>99,523</u>	<u>-</u>	<u>10,667</u>	<u>175,971</u>
3,639	10,209	4,644	99,523	-	10,667	180,700
-	-	-	-	-	-	-
<u>3,639</u>	<u>10,209</u>	<u>4,644</u>	<u>99,523</u>	<u>-</u>	<u>10,667</u>	<u>180,700</u>
1,403	(209)	508	(527)	3,000	-	(4,443)
-	-	-	-	-	-	-
<u>1,472</u>	<u>207</u>	<u>(425)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,382</u>
<u>\$ 2,875</u>	<u>\$ (2)</u>	<u>\$ 83</u>	<u>\$ (527)</u>	<u>\$ 3,000</u>	<u>\$ -</u>	<u>\$ 12,939</u>

Operation: New View Community Action Agency
Schedule of Budget Compared to Actual Expenditures
Weatherization Assistance Program
DOE-06-10K
For the Period April 1, 2006 through March 31, 2007
Schedule 15

	Approved Budget Unaudited	Actual Through 9/30/2006
REVENUES		
Federal	\$ 182,625	\$ 141,610
EXPENDITURES		
Administration	\$ 23,347	\$ 15,635
Health and Safety	31,856	24,244
Support	41,294	43,634
Labor	43,064	20,996
Materials	43,064	37,101
Total Expenditures	\$ 182,625	\$ 141,610

**Operation: New View Community Action Agency
Schedule of Budget Compared to Actual Expenditures
Weatherization Assistance Program**

DOE-05-10K

For the Period April 1, 2005 through March 31, 2006

Schedule 16

	Approved Budget <u>Unaudited</u>	<u>Actual</u>
<i>REVENUES</i>		
Federal	\$ 177,732	\$ 177,732
<i>EXPENDITURES</i>		
Administration	\$ 19,349	\$ 19,296
Health and Safety	31,677	26,899
Support	41,062	54,953
Labor	42,822	37,602
Materials	42,822	38,982
Total Expenditures	\$ 177,732	\$ 177,732

Operation: New View Community Action Agency
Schedule of Budget Compared to Actual Expenditures
HEAP Weatherization HEAP 06-10K
For the Period April 1, 2006 through March 31, 2007

Schedule 17

	Approved Budget <u>Unaudited</u>	Actual Through <u>9/30/2006</u>
<i>REVENUES</i>		
Federal	\$ 266,296	\$ 43,121
<i>EXPENDITURES</i>		
Administration	\$ 13,060	\$ -
Support Services	58,456	31,927
Labor	60,961	11,018
Health and Safety	45,094	176
Materials	60,961	-
Training / Equipment	27,764	-
Total Expenditures	\$ 266,296	\$ 43,121

Operation: New View Community Action Agency
Schedule of Budget Compared to Actual Expenditures
HEAP Weatherization HEAP 05-10K
For the Period April 1, 2005 through March 31, 2006
Schedule 18

	Approved Budget Unaudited	Actual
REVENUES		
Federal	\$ 238,107	\$ 216,736
EXPENDITURES		
Administration	\$ 12,511	\$ 10,757
Support Services	55,895	83,110
Labor	58,291	36,419
Health and Safety	43,119	43,279
Materials	58,291	43,171
Other	10,000	-
Total Expenditures	\$ 238,107	\$ 216,736

**Operation: New View Community Action Agency
Schedule of Budget Compared to Actual Expenditures
Low-Income Home Energy Assistance Program
LIHEAP-06-10K**

For the Period October 1, 2005 through September 30, 2006

Schedule 19

	<u>Approved Budget Unaudited</u>	<u>Actual</u>
LiHeap		
Administration	\$ 141,973	\$ 116,288
Energy Crisis Intervention Payments	97,572	95,625
Summer Deliverable Fuel Payments	160,561	160,561
Regular Assistance	<u>2,195,525</u>	<u>2,183,480</u>
Total	<u>2,595,631</u>	<u>2,555,954</u>
Affordable Heating Program		
AHA Assessment and Resolution	<u>40,261</u>	<u>40,256</u>
Total LiHeap	<u>\$ 2,635,892</u>	<u>\$ 2,596,210</u>

Operation: New View Community Action Agency
Schedule of Budget Compared to Actual Expenditures
Head Start Program Grant No. 07CH003/33
For the Period November 1, 2005 through October 31, 2006

Schedule 20

	Approved Budget Unaudited	Actual Through 9/30/2006
REVENUES		
<i>Office of Human Development Services:</i>		
Amount Awarded This Budget Period	\$ 1,664,620	\$ 1,446,043
Reimbursements U.S. D. A. Funds	138,257	119,545
Reimbursements Grantee Contributions	416,155	394,005
Other Revenue	-	4,512
Total Revenues	<u>\$ 2,219,032</u>	<u>\$ 1,964,105</u>
EXPENDITURES		
Federal Share:		
<i>Head Start, Full Year/Part Day and Handicapped</i>		
Personnel and Fringe Benefits	\$ 1,210,947	\$ 1,058,193
Travel	664	488
Equipment	-	-
Supplies	19,875	13,303
Contractual	111,759	96,858
Facilities / Construction	11,032	-
Indirect Costs	163,478	142,880
Other Costs	122,483	123,281
Total	<u>1,640,238</u>	<u>1,435,003</u>
<i>Training and Technical Assistance T20</i>		
Personnel and Fringe Benefits	9,430	2,992
Travel	5,363	6,167
Supplies	1,000	-
Indirect Costs	1,273	404
Other Costs	7,316	5,989
Total	<u>24,382</u>	<u>15,552</u>
Total Federal Share	<u>1,664,620</u>	<u>1,450,555</u>
Reimbursements Applied:		
<i>Head Start, Full Year/Part Day</i>		
Other Costs	<u>138,257</u>	<u>119,545</u>
Grantee Share:		
<i>Head Start, Full Year/Part Day and Handicapped</i>		
Volunteers	26,658	62,114
Space Costs	49,011	44,927
Travel	287,756	281,014
Other Non Cash Resources	-	-
Other Resources	52,730	5,950
Total Grantee's Share	<u>416,155</u>	<u>394,005</u>
Total Expenditures	<u>\$ 2,219,032</u>	<u>\$ 1,964,105</u>

Operation: New View Community Action Agency
Schedule of Budget Compared to Actual Expenditures
Head Start Program Grant No. 07CH003/32
For the Period November 1, 2004 through October 31, 2005
Schedule 21

	Approved Budget	
	Unaudited	Actual
REVENUES		
<i>Office of Human Development Services:</i>		
Amount Awarded This Budget Period	\$ 1,690,681	\$ 1,682,613
Reimbursements U.S. D. A. Funds	135,620	135,620
Reimbursements Grantee Contributions	422,671	460,863
Other Revenue	-	5,209
Total Revenues	<u>\$ 2,248,972</u>	<u>\$ 2,284,305</u>
EXPENDITURES		
Federal Share:		
<i>Head Start, Full Year/Part Day and Handicapped</i>		
Personnel and Fringe Benefits	\$ 1,264,764	\$ 1,236,015
Travel	444	1,737
Equipment	11,928	-
Supplies	23,580	18,801
Contractual	79,029	95,073
Indirect Costs	161,356	172,103
Other Costs	125,198	141,570
Total	<u>1,666,299</u>	<u>1,665,299</u>
<i>Training and Technical Assistance T20</i>		
Personnel and Fringe Benefits	10,945	6,956
Travel	3,995	3,530
Supplies	1,036	-
Indirect Costs	1,543	981
Other Costs	6,863	11,056
Total	<u>24,382</u>	<u>22,523</u>
Total Federal Share	<u>1,690,681</u>	<u>1,687,822</u>
Reimbursements Applied:		
<i>Head Start, Full Year/Part Day</i>		
Other Costs	<u>135,620</u>	<u>135,620</u>
Grantee Share:		
<i>Head Start, Full Year/Part Day and Handicapped</i>		
Volunteers	117,031	65,613
Space Costs	54,026	115
Travel	205,145	346,916
Other Non Cash Resources	-	6,966
Other Resources	46,469	41,253
Total Grantee's Share	<u>422,671</u>	<u>460,863</u>
Total Expenditures	<u>\$ 2,248,972</u>	<u>\$ 2,284,305</u>

Operation: New View Community Action Agency
Schedule of Budget Compared to Actual Expenditures
Community Service Block Grant
CSBG-06-10-CK

For the Period October 1, 2005 through September 30, 2006

Schedule 22

	Approved Budget Unaudited	Actual Through 9/30/2006
REVENUES		
Federal	\$ 265,448	\$ 118,800
EXPENDITURES		
Personnel Costs	197,553	89,193
Travel	6,300	4,665
Space Costs	15,608	7,890
Equipment Costs	5,681	515
Co-Funded Programs	-	-
Other Costs	12,450	4,904
Indirect Costs	27,856	11,633
Total Expenditures	\$ 265,448	\$ 118,800

Operation: New View Community Action Agency
Schedule of Budget Compared to Actual Expenditures
Community Service Block Grant

CSBG-05-10-CK

For the Period October 1, 2004 through March 31, 2006

Schedule 23

	Approved Budget <u>Unaudited</u>	<u>Actual</u>
<i>REVENUES</i>		
Federal	\$ <u>275,975</u>	\$ <u>275,975</u>
 <i>EXPENDITURES</i>		
Personnel Costs	205,526	205,889
Travel	9,035	9,665
Space Costs	13,894	15,120
Equipment Costs	2,800	2,773
Co-Funded Programs	750	750
Other Costs	11,656	11,403
Indirect Costs	<u>32,314</u>	<u>30,375</u>
Total Expenditures	\$ <u>275,975</u>	\$ <u>275,975</u>

Operation: New View Community Action Agency
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2006

Schedule 24

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Pass-Through Grantors' Numbers	Program Disbursements
I. Department of Health and Human Services			
Direct Programs:			
Head Start	13.600	07CH0003/33	\$ <u>1,609,971</u>
Passed Through State			
Department of Human Rights:			
Community Services Block Grant	13.792	CSBG-06-10CK	\$ 118,800
	13.792	CSBG-05-10CK	134,725
Low Income Home Energy Assistance Program	93.568	LIHEAP-06-10K	2,596,210
HEAP Weatherization	93.568	HEAP-06-10K	43,121
	93.568	HEAP-05-10K	<u>202,781</u>
Total Passed Through State Department of Human Rights			\$ <u>3,095,637</u>
Total Department of Health and Human Services			\$ <u><u>4,705,608</u></u>
II. Department of Energy			
Direct Programs:			
None			
Passed Through State			
Department of Human Rights			
Weatherization Assistance for	81.042	DOE-06-10K	\$ 141,610
Low-Income Persons	81.042	DOE-05-10K	<u>71,163</u>
Total Department of Energy			\$ <u><u>212,773</u></u>

(Continued)

Operation: New View Community Action Agency
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2006
Schedule 24 (Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Pass-Through Grantors' Numbers	Program Disbursements
III. Department of Agriculture			
Direct Programs:			
None			
Passed Through State			
Department of Education			
Adult and Child Care			
Food Program	10.558	22-8011	\$ 545,207
Total Department of Agriculture			\$ 545,207
Total Federal Financial Assistance			\$ 5,463,588

Operation: New View Community Action Agency

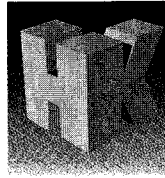
Notes to Schedule of Expenditures of Federal Awards

NOTE 1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Operation: New View Community Action Agency and is presented on the accrual basis of accounting. The information on this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

NOTE 2. Risk-Based Audit Approach

The dollar threshold used to distinguish between Type A and Type B programs is \$300,000. The Agency does qualify as a low-risk auditee.



Honkamp Krueger & Co., P.C.
Certified Public Accountants
& Business Consultants

**Independent Auditor's Report on Internal Control Over
Financial Reporting and on Compliance and Other Matters
Based on an Audit of Financial Statements Performed in
Accordance with *Governmental Auditing Standards***

To the Board of Directors
Operation: New View Community Action Agency
Dubuque, Iowa

We have audited the financial statements of Operation: New View Community Action Agency, Dubuque, Iowa, as of and for the year ended September 30, 2006, and have issued our report thereon dated December 6, 2006. We conducted our audit in accordance with U.S. generally accepted auditing standards, and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Operation: New View Community Action Agency's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses.

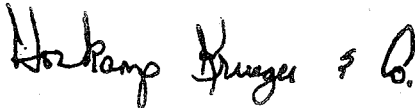
A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance

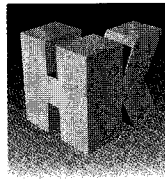
As part of obtaining reasonable assurance about whether Operation: New View Community Action Agency's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

We noted certain matters that we reported to management of Operation: New View Community Action Agency in a separate letter dated December 6, 2006.

This report, a public record by law, is intended solely for the information and use of the audit committee, management, others within the organization, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in dark ink, appearing to read "Hank Kruger & Co." with a stylized flourish at the end.

Dubuque, Iowa
December 6, 2006



Honkamp Krueger & Co., P.C.
Certified Public Accountants
& Business Consultants

**Independent Auditor's Report on Compliance
With Requirements Applicable to Each Major
Program and on Internal Control Over Compliance
In Accordance with OMB Circular A-133**

To the Board of Directors
Operation: New View Community Action Agency
Dubuque, Iowa

Compliance

We have audited the compliance of Operation: New View Community Action Agency, Dubuque, Iowa, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement*, that are applicable to each of its major federal programs for the year ended September 30, 2006. The Agency's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Agency's management. Our responsibility is to express an opinion on Operation: New View Community Action Agency's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Agency's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on compliance with those requirements.


In our opinion, Operation: New View Community Action Agency complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended September 30, 2006.

Internal Control Over Compliance

The management of the Agency is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Agency's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the audit committee, management and other parties to whom Operation: New View Community Action Agency may report, including federal awarding agencies, and is not intended to be and should not be used by anyone other than these specified parties.

Handwritten signature of Mark A. Granger in cursive script.

Dubuque, Iowa
December 6, 2006

**Operation: New View Community Action Agency
Schedule of Findings and Questioned Costs
For the Year Ended September 30, 2006**

Part I. Summary of the Independent Auditor's Results:

- a. An unqualified opinion was issued on the financial statements.
- b. Reportable conditions in internal control over financial reporting were not disclosed by the audit of the financial statements.
- c. The audit did not disclose any non-compliance which is material to the financial statements.
- d. Reportable conditions in internal control over major programs were not disclosed by the audit of the financial statements.
- e. An unqualified opinion was issued on compliance with requirements applicable to each major program.
- f. The audit disclosed no audit findings which were required to be reported in accordance with Office of Management and Budget (OMB) Circular A-133, Section .510(a).
- g. The major programs were as follows:
 - CFDA Number 93.600 – Head Start
 - CFDA Number 10.558 – Head Start Food
- h. The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
- i. Operation: New View Community Action Agency does qualify as a low-risk auditee.

**Operation: New View Community Action Agency
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended September 30, 2006**

Part II. Findings Related to the Financial Statements:

Instances of Non-Compliance

No matters were reported.

Reportable Conditions

No matters were noted.

**Operation: New View Community Action Agency
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended September 30, 2006**

Part III. Findings and Questioned Costs for Federal Awards:

Instances of Non-Compliance

No matters were reported.

Reportable Conditions

No matters were noted.

**Operation: New View Community Action Agency
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended September 30, 2006**

Part IV. Other Findings Related to Statutory Requirements and Other Matters:

No matters were reported.



Honkamp Krueger & Co., P.C.
Certified Public Accountants
& Business Consultants

To the Board of Directors
Operation: New View Community Action Agency
Dubuque, Iowa

In planning and performing our audit of the financial statements of Operation: New View Community Action Agency for the year ended September 30, 2006, we considered its internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on internal control.

During the course of our audit, we became aware of matters which we feel are opportunities for improving operations and for strengthening internal controls and operating efficiency. The following items have not been listed in any particular order of significance or importance. This letter does not affect our report dated December 6, 2006, on the financial statements of Operation: New View Community Action Agency.

Outstanding Checks and Bank Reconciliations

During the course of the year-end audit, it was noted that there were several outstanding checks older than one year on the Operation: New View Community Action Agency's general bank reconciliation, which totaled \$1,295. The Organization should implement a policy of management review of old outstanding checks. It was also noted that while regular monthly bank reconciliations were performed over the course of the year, the September 30, 2006 bank reconciliation showed an unreconciled difference. We recommend further procedures to be implemented to reconcile any difference prior to audit fieldwork.

The following is a summary of how the outstanding checks are to be handled, depending on type:

Unclaimed Paychecks

Paychecks that are unclaimed and uncashed by employees become a form of "abandoned property" the employer must pay over to the appropriate state agency (usually the treasury) if they remain unclaimed for a certain number of years.

Generally, unclaimed wages must be returned to the state of the employee's last known address. If there is no address, then it should be returned to the state in which the business remitting the funds is incorporated. Most states require employers to contact employees in an attempt to keep unclaimed wages from becoming abandoned property.

The time frame for unclaimed wages in Iowa changed from three years to one year for the 2005 reporting period. The time periods for Wisconsin and Illinois have not changed.

The following table shows the length of time before unclaimed wages become abandoned property and provide contact information for Iowa, Illinois, and Wisconsin. For the other states, information is available by request.

State	Unclaimed Wages Become Abandoned After...	State Unclaimed Property Offices Mailing Address
IOWA	1 Year	State Treasurer's Office Unclaimed Property Division State Capitol Building Des Moines, IA 50319 Phone: (515) 281-5367
ILLINOIS	5 Years	Office of State Treasurer Unclaimed Property Division P.O. Box 19496 Springfield, IL 62794-9496 Phone: (217) 782-6692
WISCONSIN	1 Year	State Treasurer's Office Unclaimed Property Division P.O. Box 2114 Madison, WI 53701-2114 Phone: (608) 267-7977

Other Unclaimed Checks

There are no laws concerning unclaimed checks that we could find. Discussions with bank personnel indicate that banks will honor checks, regardless of the date written, unless there is a "valid date" printed on the check.

Risk-Based Auditing

The AICPA issued several professional standards in March 2006 which collectively form the Risk Assessment Group of Standards (RAS). These standards will become effective for your September 30, 2008 audit.

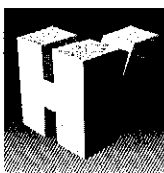
The above-mentioned standards will change the audit process going forward. The RAS require the auditor to do in-depth planning and documentation of internal controls before audit fieldwork begins. We will also be doing tests of your internal controls. A level of risk will be assessed to each material balance sheet class, based on the strength of controls.

The result is that your auditors will spend more time in the field prior to year-end.

This report is intended solely for the information and use of the Board of Directors and management of Operation: New View Community Action Agency and is not intended to be and should not be used by anyone other than these specified parties.

Hankamp Granger & Co.

Dubuque, Iowa
December 6, 2006



Honkamp Krueger & Co., PC.
Certified Public Accountants
& Business Consultants

Board of Directors
Operation: New View Community Action Agency
Dubuque, Iowa

We have audited the financial statements of Operation: New View Community Action Agency for the year ended September 30, 2006, and have issued our report thereon dated December 6, 2006. Professional standards require that we provide you with the following information related to our audit:

Our Responsibility under U.S. Generally Accepted Auditing Standards and OMB A-133

As stated in our engagement letter dated October 13, 2006, our responsibility, as described by professional standards, is to plan and perform our audit to obtain reasonable, but not absolute, assurance about whether the financial statements are free of material misstatement and are fairly presented in accordance with U.S. generally accepted accounting standards. Because an audit is designed to provide reasonable, but not absolute, assurance and because we did not perform a detailed examination of all transactions, there is a risk that material misstatements may exist and not be detected by us.

In planning and performing our audit, we considered Operation: New View Community Action Agency's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. We also considered internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

As part of obtaining reasonable assurance about whether the Agency's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit. Also, in accordance with OMB Circular A-133, we examined, on a test basis, evidence about the Agency's compliance with the types of compliance requirements described in the "U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement" applicable to each of its major federal programs for the purpose of expressing an opinion on the Agency's compliance with those requirements.

While our audit provides a reasonable basis for our opinion, it does not provide a legal determination on Operation: New View Community Action Agency's compliance with those requirements.

Significant Accounting Policies

Management is responsible for the selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by Operation: New View Community Action Agency are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2006. We noted no transactions entered into by the Agency during the year that were both significant and unusual, and of which, under professional standards, we are required to inform you, or transactions for which there is a lack of authoritative guidance or consensus.

Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the financial statements was the collectibility of receivables.

Management's estimate of the receivables is based on review of balances and history of collections. We evaluated the key factors and assumptions used to develop the estimate of receivables in determining that it is reasonable in relation to the financial statements taken as a whole.

Audit Adjustments

For purposes of this letter, professional standards define an audit adjustment as a proposed correction of the financial statements that, in our judgment, may not have been detected except through our auditing procedures. An audit adjustment may or may not indicate matters that could have a significant effect on the Agency's financial reporting process (that is, cause future financial statements to be materially misstated). In our judgment, none of the adjustments we proposed, whether recorded or unrecorded by the Agency, either individually or in the aggregate, indicate matters that could have a significant effect on the Agency's financial reporting process, except as noted below.

The following are descriptions of adjustments arising from the audit that could, in our judgment, have a significant effect on the Agency's financial reporting process.

- Adjustments were made to record receivables and deferred revenues under grant agreements in order to achieve a proper cutoff and matching of revenues and expenses as prescribed by the accrual basis of accounting.
- An adjustment was made to capitalize equipment purchases under grant agreements and record the annual depreciation on all capitalized equipment.

There were also several adjustments made that were not significant but were made to correct financial statement amounts. There were no proposed audit adjustments that were not made by management.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principal to the Agency's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Issues Discussed Prior to Retention of Independent Auditors

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Agency's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

This information is intended solely for the use of the Audit Committee, Board of Directors and management of Operation: New View Community Action Agency and is not intended to be and should not be used by anyone other than these specified parties.

Horst Kamp Granger & Co.

Dubuque, Iowa
December 6, 2006